

**Alabama Trust Fund
Balance Sheet (unaudited)
June 30, 2018**

	Quarter Ended		Change
	6/30/2018	3/31/2018	
Assets:			
Cash/Cash Equivalents	\$ 130,705,313	\$ 155,967,656	\$ (25,262,343)
Fixed Income Securities	1,039,485,607	1,034,530,463	\$ 4,955,143
Equity Securities	1,659,217,287	1,627,349,401	\$ 31,867,885
Receivable-Pending Sale of Securities	37,864,428	32,882,826	\$ 4,981,602
Receivable-Investment Income	10,173,602	8,934,779	\$ 1,238,823
Due From CMT Fund	-	-	\$ -
Land	237,998,420	236,610,450	\$ 1,387,969
Total Assets	\$ 3,115,444,656	\$ 3,096,275,575	\$ 19,169,081
Liabilities:			
Payable - Pending Purchase of Securities	\$ 108,200,812	\$ 84,009,179	\$ 24,191,633
Total Liabilities	\$ 108,200,812	\$ 84,009,179	\$ 24,191,633
Capital:			
Trust Capital	\$ 931,353,243	\$ 948,274,160	\$ (16,920,917)
Oil and Gas Capital Payments	3,040,857,887	3,028,959,522	11,898,365
Equity Gain Transfers	(770,229,803)	(770,229,803)	-
CMT Transfers (25% of Rainy Day Transfers)	(194,737,483)	(194,737,483)	-
Total Capital	\$ 3,007,243,844	\$ 3,012,266,396	\$ (5,022,552)
Total Liabilities and Capital	\$ 3,115,444,656	\$ 3,096,275,575	\$ 19,169,081

Alabama Trust Fund
Comparative Statement of Revenues, Expenditures, Changes in Fund Balance
Quarter Ended June 30, 2018

	Quarter Ended 6/30/2018	Fiscal Year 2018
Revenues:		
Investment Income	\$ 20,441,160	\$ 51,304,140
Realized Gains (Losses) on Sale of Securities	19,624,888	94,136,121
Gross Oil and Gas Capital Payments	12,018,551	36,440,032
Total Revenues:	\$ 52,084,598	\$ 181,880,293
Expenditures:		
Professional Fees	\$ (2,050,571)	\$ (7,726,653)
1% Oil and Gas Capital Payment-Conservation	(120,186)	(364,400)
35% Oil & Gas Capital Payment		(16,529,920)
Distributions	(56,324,364)	(117,863,451)
Total Disbursements:	\$ (58,495,120)	\$ (142,484,425)
Other Financing Sources(Uses):		
Land Purchase	\$ 1,387,969	\$ 4,871,623
Beginning Fund Balance	\$ 3,012,266,396	\$ 2,962,976,353
Ending Fund Balance	\$ 3,007,243,844	\$ 3,007,243,844

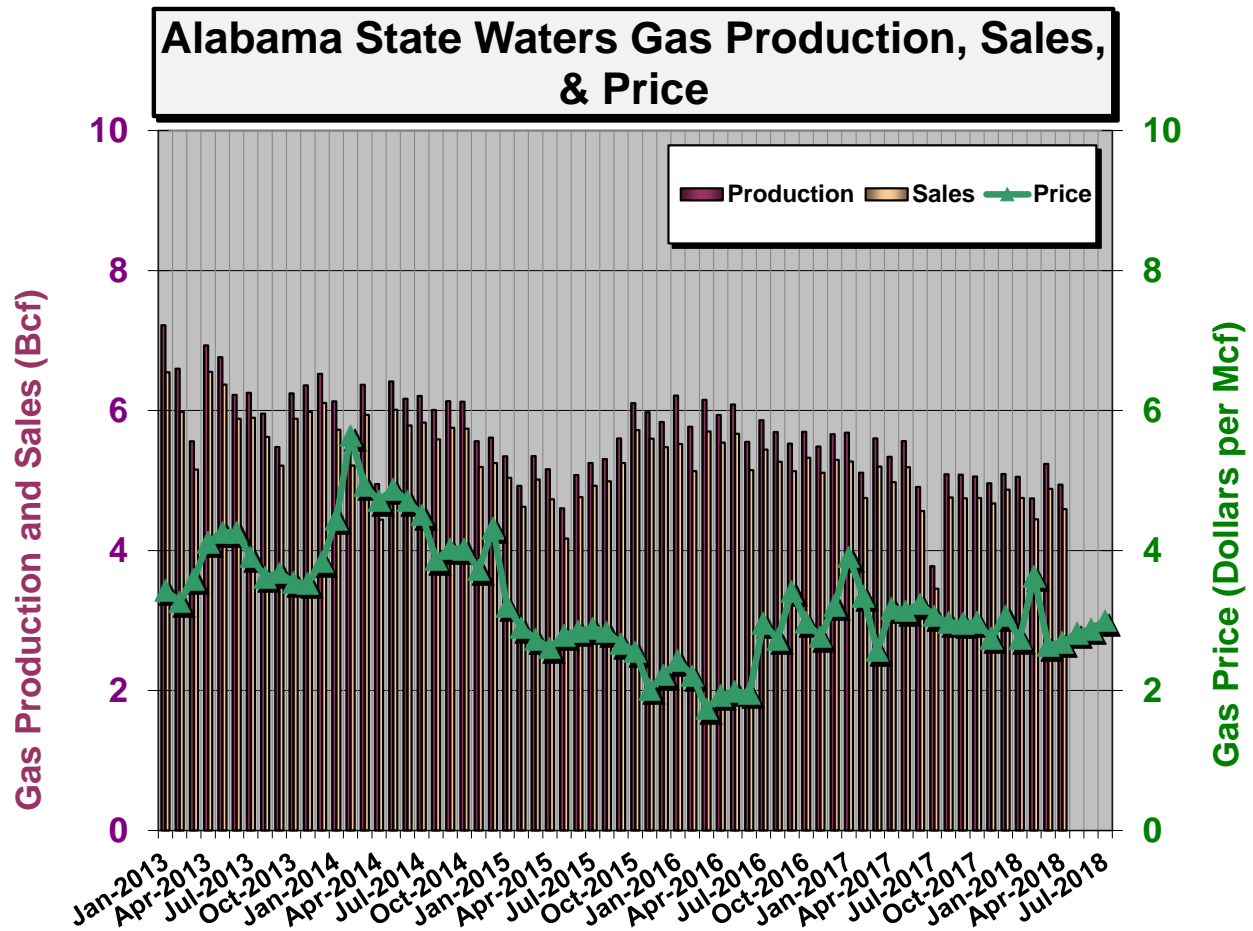


Chart provided by the Alabama Oil and Gas Board

	Current Fiscal Year		Prior Fiscal Year	
	Quarter	Year-to-Date	Quarter	Year-to-Date
Oil & Gas Capital Payments	\$ 12,018,551	\$ 36,440,032	\$ 12,089,042	\$ 36,162,616
Less: Transfer to Lands Division	(120,186)	(364,400)	(120,890)	(361,626)
Total	\$ 11,898,365	\$ 36,075,632	\$ 11,968,152	\$ 35,800,990

**Alabama Trust Fund
Securities Lending Income
Quarter Ended June 30, 2018**

	Quarter Ended 6/30/2018	Fiscal Year 2018
<u>Bank of New York Mellon:</u>		
Gross Revenues	\$ 1,118,460	\$ 2,670,467
Broker Rebates	(885,084)	(2,103,429)
Net Earnings	233,376	567,038
BNY Mellon Share	(46,659)	(113,361)
Paid To ATF	<u>\$ 186,717</u>	<u>\$ 453,677</u>
 % of Net Income Paid To ATF	 80%	 80%
 % of Broker Rebates Returned	 79%	 79%
 <u>Retirement Systems of Alabama:</u>		
Gross Revenues	\$ 42,624	\$ 122,446
Broker Rebates	(21,236)	(64,359)
Net Earnings	21,388	58,087
RSA Share	(6,427)	(16,532)
Paid To ATF	<u>\$ 14,961</u>	<u>\$ 41,555</u>
 % of Net Income Paid To ATF	 70%	 72%
 % of Broker Rebates Returned	 50%	 53%
 Total Securities Lending Income Paid to ATF	 <u>\$ 201,678</u>	 <u>\$ 495,232</u>

Downgrades

Security	PAR Amount	Rating Agency	Credit Rating Date	Maturity Date	From	To
----------	------------	---------------	--------------------	---------------	------	----

There were no downgrades this quarter.

**Forever Wild Land Trust Stewardship Account
Investment Report
June 30, 2018**

	<u>Market Value</u>
BNYM Money Market	\$ 184,242
WAMCO Core Plus Fund	23,052,628
SSgA Russell 3000	6,206,188
SSgA Global Equity	3,128,085
Interest Receivable	259
Total Fund	<u>\$ 32,571,403</u>

Notes To The Report:

- 1) Amendment 543 states that The Alabama Trust Fund Board shall establish a separate account within the Alabama Trust Fund to be known as the Forever Wild Land Trust Stewardship Account(Stewardship Account). When the Forever Wild Land Trust acquires property or an interest in property pursuant to this Amendment, the Board of Trustees of the Forever Wild Land Trust shall set aside an amount from the Forever Wild Trust equal to fifteen percent (15%) of the appraised value of the land acquired, or the land affected if less than a fee interest was acquired.
- 2) The Alabama Trust Fund Board shall provide for the investment of the Stewardship Account.
- 3) The Board of Trustees of the Alabama FWLT may expend these funds.

**Fund Performance
June 30, 2018**

	<u>Last Quarter</u>	<u>Benchmark</u>	<u>Plus/Minus</u>
BNYM MM Currnet Yeild APR	1.86%	N/A	N/A
WAMCO Core Plus Fund	-1.24%	-0.16%	-1.08%
SSgA Russell 3000	3.86%	3.89%	-0.03%
SSgA Globel Equity	-3.02%	-2.61%	-0.41%

Notes to the report:

- 1) The financial performance data was provided by Investment Managers.
- 2) Current Portfolio inception date February 2018

**Alabama Capital Improvement Trust Fund
Investment Report
June 30, 2018**

	<u>Market Value</u>
Cash and Equivalents:	
Cash/Cash Equivalents	\$ 3,622,969
Investments:	
U S Gov't & Agencies	1,425,241
Mortgage Backed Securities	64,192
Total Fund	<u>\$ 5,112,402</u>

Notes To The Report:

- 1) Short Term investments include Federated Government Obligations and Fidelity Government Money Market Funds. Fixed income investments are invested in the Regions Government Enhanced Cash Fund.
- 2) Funded by 28% of annual Oil and Gas Capital Payments received by the Alabama Trust Fund
- 3) "Funds in the Alabama Capital Improvement Trust Fund shall be invested by the Board of Trustees in such kinds of investments as are authorized for the investment of the Alabama Trust Fund."
- 4) All income deposited into the General Fund monthly.
- 5) Funds may be appropriated for capital improvements as defined by Amendment 666.

Fund Performance

	<u>Fund</u>	<u>Barclays 1-3 Yr Gov't Index</u>	<u>Plus/Minus</u>
Last Quarter	0.27%	0.21%	0.06%
1 Year	0.26%	0.03%	0.23%
3 Years	0.56%	0.42%	0.14%
Since Inception	0.98%	0.86%	0.12%

Notes to the report:

- 1) The financial performance data was provided by Regions Investment Management.
- 2) Returns are time-weighted total returns, net of fees and returns longer than 1 year are annualized.
- 3) Portfolio inception date September 30, 2009

Alabama Trust Fund Rainy Day Accounts

Education Trust Fund

FY2018

Prior Year Appropriated Amount:	\$ 6,448,023,601
Annual Available Fund Balance:	419,121,534

*Rainy Day account equals 6.5% of the prior year's appropriations.
Amounts supplied by Budget Office and are to be repaid within 6 years.

General Fund

FY2018

Prior Year Appropriated Amount:	\$ 1,903,015,942
Annual Available Fund Balance:	190,301,594

*Rainy Day account equals 10% of the prior year's appropriations.
Amounts supplied by Budget Office and are to be repaid within 10 years.

**ALABAMA TRUST FUND
DISTRIBUTION SCHEDULE
FY 2018**

First Quarter

Forever Wild (capped @ \$15 million) until FY 2032	\$ 3,492,973.78
Senior Services Trust Fund (capped @ \$5 million)	349,297.38
General Fund	<u>24,101,519.12</u>
Total	\$ 27,943,790.28

Second Quarter

Forever Wild (capped @ \$15 million) until FY 2032	\$ 3,492,973.78
Senior Services Trust Fund (capped @ \$5 million)	349,297.38
General Fund	<u>24,101,519.12</u>
Total	\$ 27,943,790.28

Third Quarter

County Government Capital Improvement Fund	\$ 14,026,493.02
Municipal Government Capital Improvement Fund	14,026,493.02
Forever Wild (capped @ \$15 million) until FY 2032	3,533,922.23
Senior Services Trust Fund (capped @ \$5 million)	353,392.23
General Fund	<u>24,384,063.14</u>
Total	\$ 56,324,363.64

Fourth Quarter

Forever Wild (capped @ \$15 million) until FY 2032	\$ 3,506,623.25
Senior Services Trust Fund (capped @ \$5 million)	350,662.33
General Fund	<u>24,195,700.46</u>
Total	\$ 28,052,986.04

Total Distributions	\$ 140,264,930.24
---------------------	-------------------

**ALABAMA TRUST FUND
DISTRIBUTION SCHEDULE
FY 2019**

First Quarter

Forever Wild (capped @ \$15 million) until FY 2032	\$ 3,750,000.00
Senior Services Trust Fund (capped @ \$5 million)	377,306.69
General Fund	<u>26,057,228.72</u>
Total	\$ 30,184,535.41

Second Quarter

Forever Wild (capped @ \$15 million) until FY 2032	\$ 3,750,000.00
Senior Services Trust Fund (capped @ \$5 million)	377,306.69
General Fund	<u>26,057,228.72</u>
Total	\$ 30,184,535.41

Third Quarter

County Government Capital Improvement Fund	\$ 15,092,267.71
Municipal Government Capital Improvement Fund	15,092,267.71
Forever Wild (capped @ \$15 million) until FY 2032	3,750,000.00
Senior Services Trust Fund (capped @ \$5 million)	377,306.69
General Fund	<u>26,057,228.72</u>
Total	\$ 60,369,070.83

Fourth Quarter

Forever Wild (capped @ \$15 million) until FY 2032	\$ 3,750,000.00
Senior Services Trust Fund (capped @ \$5 million)	377,306.69
General Fund	<u>26,057,228.72</u>
Total	\$ 30,184,535.41

Total Distributions	\$ 150,922,677.06
---------------------	-------------------